IN THE UNITED STATES DISTRICT COURT WESTERN DISTRICT OF ARKANSAS FORT SMITH DIVISION

JEREMY D. SADDEN PLAINTIFF

Civil No. 2:15-cv-02141

VS.

NANCY BERRYHILL Commissioner, Social Security Administration

ORDER

DEFENDANT

Pending now before this Court is Plaintiff's Application for Attorney Fees Under the Equal Access to Justice Act ("EAJA"). ECF No. 17.¹ With this Motion, Plaintiff requests an EAJA award of \$5,837.75. *Id.* On May 3, 2017, Defendant responded to this Motion and objects to the hours claimed as excessive. ECF No. 19. The parties have consented to the jurisdiction of a magistrate judge to conduct any and all proceedings in this case, including conducting the trial, ordering the entry of a final judgment, and conducting all post-judgment proceedings. ECF No. 6. Pursuant to this authority, the Court issues this Order.

1. Background:

Jeremy Sadden ("Plaintiff") appealed to this Court from the Secretary of the Social Security Administration's ("SSA") denial of his request for disability benefits. ECF No. 1. On January 20, 2017, Plaintiff's case was remanded pursuant to sentence four of 42 U.S.C. § 405(g). ECF No. 16.

On April 19, 2017, Plaintiff filed the present Motion requesting an award of attorney's fees under the EAJA. ECF No 17. With this Motion, Plaintiff requests an award of attorney's fees of \$5,837.75. *Id.* This amount represents 6.25 attorney hours at an hourly rate of \$187.00 for work performed in 2015, 20.75 attorney hours at an hourly rate of \$188.00 for work performed in 2016, and

¹ The docket numbers for this case are referenced by the designation "ECF. No."

4.00 attorney hours at an hourly rate of \$192.00 for work performed in 2017. *Id.* Defendant responded to this Motion on May 3, 2017. Defendant objects number of hours claimed by counsel. ECF No. 19.

2. Applicable Law:

Pursuant to the EAJA, 28 U.S.C. § 2412(d)(1)(A), a court must award attorney's fees to a prevailing social security claimant unless the Secretary's position in denying benefits was substantially justified. The Secretary has the burden of proving that the denial of benefits was substantially justified. *See Jackson v. Bowen*, 807 F.2d 127, 128 (8th Cir.1986) ("The Secretary bears the burden of proving that its position in the administrative and judicial proceedings below was substantially justified"). An EAJA application also must be made within thirty days of a final judgment in an action, *See* 28 U.S.C. § 2412(d)(1)(B), or within thirty days after the sixty day time for appeal has expired. *See Shalala v. Schaefer*, 509 U.S. 292, 298 (1993).

An award of attorney's fees under the EAJA is appropriate even though, at the conclusion of the case, the plaintiff's attorney may be authorized to charge and to collect a fee pursuant to 42 U.S.C. § 406(b)(1). Recovery of attorney's fees under both the EAJA and 42 U.S.C. § 406(b)(1) was specifically allowed when Congress amended the EAJA in 1985. *See Gisbrecht v. Barnhart*, 535 U.S. 789, 796 (2002) (citing Pub. L. No. 99-80, 99 Stat. 186 (1985)). The United States Supreme Court stated that Congress harmonized an award of attorney's fees under the EAJA and under 42 U.S.C. § 406(b)(1) as follows:

Fee awards may be made under both prescriptions [EAJA and 42 U.S.C. § 406(b)(1)], but the claimant's attorney must "refun[d] to the claimant the amount of the smaller fee."... "Thus, an EAJA award offsets an award under Section 406(b), so that the [amount of total past-due benefits the claimant actually receives] will be increased by the ... EAJA award up to the point the claimant receives 100 percent of the past-due benefits."

Id. Furthermore, awarding fees under both acts facilitates the purposes of the EAJA, which is to shift to the United States the prevailing party's litigation expenses incurred while contesting unreasonable government action. *See id.*; *Cornella v. Schweiker*, 728 F.2d 978, 986 (8th Cir. 1984).

The statutory ceiling for an EAJA fee award is \$125.00 per hour. *See* 28 U.S.C. § 2412(d)(2)(A). A court is only authorized to exceed this statutory rate if "the court determines that an increase in the cost of living or a special factor, such as the limited availability of qualified attorneys for the proceedings involved, justifies a higher fee." *Id.* A court may determine that there has been an increase in the cost of living, and may thereby increase the attorney's rate per hour, based upon the United States Department of Labor's Consumer Price Index ("CPI"). *See Johnson v. Sullivan*, 919 F.2d 503, 504 (8th Cir. 1990).

3. Discussion:

In the present action, Plaintiff's case was remanded to the SSA. ECF No. 16. Defendant does not contest Plaintiff's claim that he is the prevailing party, does not oppose his application for fees under the EAJA, and does not object to the hourly rate he requested. ECF No. 19. The Court construes this lack of opposition to this application as an admission that the government's decision to deny benefits was not "substantially justified" and that Plaintiff is the prevailing party.

Plaintiff requests a total award of \$5,837.75 under the EAJA. ECF No. 19. Plaintiff requests these attorney fees at a rate of \$187.00 per hour for work performed in 2015, \$188.00 per hour for work performed in 2016, and \$192.00 per hour for work performed in 2017. *Id.* An enhanced hourly rate is authorized by the EAJA as long as a Consumer Price Index ("CPI") justifies such the enhanced hourly rate. *See* General Order 39. *See also* 28 U.S.C. § 2412(d)(2)(A), *Johnson*, 919 F.2d at 504. Based upon the CPI-South Index, the hourly rate of \$187.00 is authorized for 2015, \$188.00 is

authorized for 2016, and \$192.00 is authorized for 2017. Further, Defendant does not object to these

hourly rates. Accordingly, the Court awards these hourly rates.

Further, I have reviewed counsel's itemization of time appended to Plaintiff's application.

ECF No. 17-1. Defendant has objected to 1.00 hour of work performed in 2017 as excessive. ECF

No. 19.

Based on the review of counsel's itemization, this Court does not find counsel's time to be

excessive, therefore, this Court finds Plaintiff is entitled to an attorney's fee award under EAJA in the

amount of \$5,837.75 representing 6.25 attorney hours at an hourly rate of \$187.00 for work performed

in 2015, 20.75 attorney hours at an hourly rate of \$188.00 for work performed in 2016, and 4.00

attorney hours at an hourly rate of \$192.00 for work performed in 2017.

Finally, Defendant claims the fees awarded should be paid directly to Plaintiff pursuant to

Astrue v. Ratliff, 130 S.Ct. 2521, 2528 (2010). ECF No. 19. Ratliff requires that attorney's fees be

awarded to the "prevailing party" or the litigant. See id, 130 S.Ct. 2521, 2528 (2010). Thus, these fees

must be awarded to Plaintiff, not to Plaintiff's attorney. However, if Plaintiff has executed a valid

assignment to Plaintiff's attorney of all rights in an attorney's fee award and Plaintiff owes no

outstanding debt to the federal government, the attorney's fee may be awarded to Plaintiff's attorney.

4. Conclusion:

Based upon the foregoing, the Court awards Plaintiff \$5,837.75 pursuant to the EAJA, 28

U.S.C. § 2412.

ENTERED this 12th day of May 2017.

s/ Barry A. Bryant

HON. BARRY A. BRYANT

U.S. MAGISTRATE JUDGE

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